

**APPLICATION FOR PERMIT
TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA**

Date of filing in State Engineer's Office SEP 10 1996

Returned to applicant for correction _____

Corrected application filed _____

Map filed OCT 17 1996

The applicant **Southwest Land Development L.L.C.**, hereby make application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated.

1. The source of the proposed appropriation is **Underground**
2. The amount of water applied for is **(1800 Gal./Day) 0.05 CFS** second-feet
 - (a) If stored in reservoir give number of acre-feet
3. The water to be used for **Industrial**
4. If use is for:
 - (a) Irrigation, state number of acres to be irrigated
 - (b) Stockwater, state number and kinds of animals to be watered
 - (c) Other use (describe fully under No. 12. "Remarks")
 - (d) Power:
 - (1) Horsepower developed
 - (2) Point of return of water to stream
5. The water is to be diverted from its source at the following point **NE Quarter of NE Quarter of Section 29 T19S., R62E. M.D.M. & M. The point of diversion to the NE Corner of Section 29 is N 51 08'25" E 1445.66**
6. Place of Use **South Half of NE Quarter of NE Quarter and the North ½ of the North ½ of the Southeast ¼ of the Northeast ¼ of section 29 T19S., R62E. M.D.M. & M.**
7. Use will begin about **January 1st** and end about **December 31st**, of each year.
8. Description of proposed works **Drilled well pump**
9. Estimated cost of works **\$20,000.00**
10. Estimated time required to construct works **1 Year**
11. Estimated time required to complete the application of water to beneficial use **1 Year**

12. Remarks: The project is a planned lumber, panel, and truss yard. In addition, the owner is relocating his current office facility on Ali Baba Lane to this site. The office currently has 45-50 employees and the capability of washing 80 company vehicles once a week. It is anticipated that an additional 100 employees will be hired to staff the lumber, panel & truss yards. The fire protection system may be shared with the owner to the north.

By s/Allen L. Hagen
8084 West Sahara Ave., Suite B
Las Vegas, Nevada 89117

Compared nsr/cl cl/bk

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights and is further subject to revocation if and when water can be furnished by an entity such as a water district or a municipality engaged in furnishing water. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. It is understood that this right must allow for a reasonable lowering of the static water level. The well shall be equipped with a 2-inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is issued subject to the State Engineer's Amended Order 1054 dated April 15, 1992.

(CONTINUED ON PAGE 2)

(PERMIT TERMS CONTINUED)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.05 cubic feet per second, but not to exceed 0.657 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

March 17, 1999

Proof of completion of work shall be filed before:

April 17, 1999

Application of water to beneficial use shall be filed on or before:

March 17, 2002

Proof of the application of water to beneficial use shall be filed on or before:

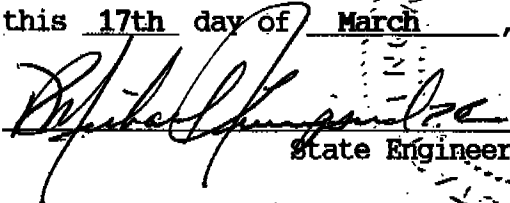
April 17, 2002

Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,
State Engineer of Nevada, have hereunto set
my hand and the seal of my office,

this 17th day of March, A.D. 1997

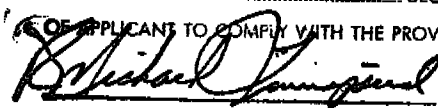

State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

CANCELLED AUG 3 1999 BECAUSE OF FAILURE
OF APPLICANT TO COMPLY WITH THE PROVISIONS OF PERMIT

STATE ENGINEER

